

Enrollment Growth and Retention: For Kentucky to achieve at least national averages in education attainment levels, our colleges and universities need to enroll more students and improve the retention rates of these students after they are enrolled. This program will fund targeted increases in enrollment and retention at each university and the KCTCS. These funds will be appropriated through the Research Challenge, the Regional Excellence, and the Workforce Development trust funds. Enrollment growth of 9,100 students is anticipated and each university and the KCTCS will be expected to increase its retention rate.

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|-------------------|----------------|
| | <u>2001-02</u> |
| Budget Allocation | \$16,000,000 |

Lung Cancer Research Program: These funds from the Phase I Tobacco Settlement will be used for lung cancer research projects at UK and UofL. Guidelines regarding distribution of funding between the institutions will be developed by the Council on Postsecondary Education. These funds will be appropriated through the Research Challenge Trust Fund.

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|-------------------|----------------|----------------|
| | <u>2000-01</u> | <u>2001-02</u> |
| Budget Allocation | \$5,055,000 | \$6,080,000 |

Action Agenda Program: The Council's *1999-2004 Action Agenda* established objectives to be achieved by the comprehensive universities. This program will fund specific projects and initiatives such as improvements in teacher education, including pre-service training and in-service professional development, as identified by Teacher Quality Task Force recommendations; projects to aid in recruiting and retaining students; projects to increase awareness about the importance of advanced education in the modern economy and the programs of study offered in Kentucky; efforts to increase cultural and racial diversity among students, faculty, and staff; and projects designed to solve community problems. These funds will be appropriated through the Regional Excellence Trust Fund.

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| | <u>2001-02</u> |
| Budget Allocation | \$10,000,000 |

Workforce Training Program: This program continues the current appropriation to the KCTCS to provide workforce training programs for business and industry in Kentucky. These funds will be appropriated through the Workforce Development Trust Fund.

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|-------------------|----------------|----------------|
| | <u>2000-01</u> | <u>2001-02</u> |
| Budget Allocation | \$6,000,000 | \$6,000,000 |

Merit-Based Scholarship Program: This program continues and expands the merit scholarship program (KEES) enacted by the 1998 General Assembly. These funds will be appropriated through the Student Financial Aid Program Trust Fund. Additional funding for needs-based financial aid programs will be appropriated to the Kentucky Higher Education Assistance Authority (about \$48 million each year).

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|-------------------|----------------|----------------|
| | <u>2000-01</u> | <u>2001-02</u> |
| Budget Allocation | \$22,350,000 | \$37,500,000 |

Public Communications Campaign: This program will fund a public communications campaign targeted at the least educated and most economically troubled groups and areas of the state. The program will promote education and seek to motivate Kentuckians to continue their education. These funds will be appropriated through the Technology Trust Fund.

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|-------------------|----------------|
| | <u>2001-02</u> |
| Budget Allocation | \$1,500,000 |

Faculty Development Program: This program will fund projects within and across colleges and universities to improve teaching and advising, with particular emphasis upon effective use of computing technology in instruction. These funds will be appropriated through the Technology Trust Fund.

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|-------------------|----------------|
| | <u>2001-02</u> |
| Budget Allocation | \$1,000,000 |

Adult Education and Literacy Trust Fund: These funds will be used to address the adult education goals in Senate Bill 1, introduced by Senator David Williams.

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|-------------------|----------------|----------------|
| | <u>2000-01</u> | <u>2001-02</u> |
| Budget Allocation | \$7,000,000 | \$12,000,000 |

Science and Technology Trust Fund: These funds will be used to address the responsibilities assigned to the Council in the strategic plan developed by the Kentucky Science and Technology Corporation. These funds will help universities transform research knowledge into marketable products.

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|-------------------|----------------|
| | <u>2001-02</u> |
| Budget Allocation | \$4,250,000 |

Capital Renewal and Construction and Equipment Replacement

Capital Renewal Program: This program provides debt service to finance a \$30 million bond issue for maintenance and other facilities renewal projects throughout the postsecondary education system. These funds will be matched dollar-for-dollar by the institutions, funding a total of \$60 million in capital renewal projects during the biennium.

| | <u>2000-01</u> | <u>2001-02</u> |
|-------------------|----------------------------|--------------------------|
| Budget Allocation | \$30 million bond proceeds | \$3,018,000 debt service |

Equipment Replacement Program: This program provides debt service to finance a \$20 million bond issue replace and upgrade instructional and research equipment with an expected life of five years or less throughout the postsecondary education system.

| | <u>2000-01</u> | <u>2001-02</u> |
|-------------------|----------------------------|--------------------------|
| Budget Allocation | \$20 million bond proceeds | \$3,800,000 debt service |

Major Renovations, Replacements, and Infrastructure Projects: This program provides debt service to finance \$103.4 million in state bonds to fund renovation, replacement, and infrastructure projects in the comprehensive universities and KCTCS.

| | <u>2000-01</u> | <u>2001-02</u> |
|-------------------|-------------------------------|---------------------------|
| Budget Allocation | \$103.4 million bond proceeds | \$10,436,000 debt service |

New Capital Construction Projects: This program provides debt service to finance \$74 million in state bonds to fund three new facilities: \$10 million for a KCTCS community-technical college in northern Kentucky, \$39 million for a Biomedical Sciences Research Building at UK, and \$25 million for a Research Building on the Belknap Campus of UofL. The funds for UK and UofL represent 60 percent of the total project scope for each facility. UK and UofL must commit to providing the other 40 percent of the project scope from institutional funds in order to access state funding for the project.

| | <u>2000-01</u> | <u>2001-02</u> |
|-------------------|----------------------------|--------------------------|
| Budget Allocation | \$74 million bond proceeds | \$7,446,000 debt service |

**2000-02 Postsecondary Education Capital Construction Projects
State Funded Projects**

| <u>Institution and Project Title</u> | <u>Bond Authorization</u> | <u>Debt Service</u> |
|---|-------------------------------|-------------------------|
| Major Renovations, Replacements, and Infrastructure Projects | | |
| Eastern Kentucky University | | |
| Cammack Building Renovation | \$5,000,000 | \$506,000 |
| Health Education Building - Phase I | 7,000,000 | 706,000 |
| EKU Subtotal | 12,000,000 | 1,212,000 |
| Kentucky Community and Technical College System | | |
| Jefferson CC -- Renovation of Downtown Campus | 8,800,000 | 886,000 |
| Ashland TC -- Original College Renovation | 6,900,000 | 696,000 |
| Mayo TC -- Campus Renovation | 7,582,000 | 765,000 |
| Cumberland Valley TC -- Harlan Campus Renovation Building #2 | 4,114,000 | 417,000 |
| Elizabethtown CC -- Science Building Renovation | 2,200,000 | 225,000 |
| Southeast CC -- Newman Hall Renovation | 2,000,000 | 206,000 |
| KCTCS Subtotal | 31,596,000 | 3,195,000 |
| Kentucky State University | | |
| Hathaway Hall Renovation | 3,796,000 | 385,000 |
| Carver Hall Renovation | 5,000,000 | 506,000 |
| KSU Subtotal | 8,796,000 | 891,000 |
| Morehead State University | | |
| Student Center Renovation - Phase I | 10,000,000 | 1,006,000 |
| Morehead Subtotal | 10,000,000 | 1,006,000 |
| Murray State University | | |
| Blackburn Science Replacement - Phase I | 13,000,000 | 1,309,000 |
| Murray Subtotal | 13,000,000 | 1,309,000 |
| Northern Kentucky University | | |
| Power Plant | 12,000,000 | 1,207,000 |
| Old Science Building - Planning and Design | 1,000,000 | 106,000 |
| NKU Subtotal | 13,000,000 | 1,313,000 |
| Western Kentucky University | | |
| Thompson Sc. Complex Replacement and Renovation - Phase I | 15,000,000 | 1,510,000 |
| WKU Subtotal | 15,000,000 | 1,510,000 |
| System Subtotal | 103,392,000 | 10,436,000 |
| New Facilities | | |
| Kentucky Community and Technical College System | | |
| KCTCS Community-Technical College in northern Kentucky - Phase I | 10,000,000 | 1,006,000 |
| KCTCS Subtotal | 10,000,000 | 1,006,000 |
| University of Kentucky | | |
| Biomedical Sciences Research Building * | 39,000,000 | 3,924,000 |
| UK Subtotal | 39,000,000 | 3,924,000 |
| University of Louisville | | |
| Research Building * | 25,000,000 | 2,516,000 |
| UofL Subtotal | 25,000,000 | 2,516,000 |
| System Subtotal | 74,000,000 | 7,446,000 |
| Total State Funded Renovation Projects and New Facilities | \$177,392,000 | \$17,882,000 |

* State funding for the research buildings at the University of Kentucky and the University of Louisville is contingent upon commitment by each of the institutions to match the state funding. This represents 60 percent funding by the state and 40 percent funding by the institutions. The total project scope of the UK building is \$65,000,000. The total project scope of the UofL building is \$41,368,000.